



## NEWS RELEASE

FOR IMMEDIATE RELEASE

PR-143-88 (7-21-88)

### FDIC APPROVES DEPOSIT ASSUMPTION OF UNION BANK AND TRUST, BARTLESVILLE, OKLAHOMA

The Board of Directors of the Federal Deposit Insurance Corporation has approved the assumption of the deposits and fully secured liabilities of Union Bank and Trust, Bartlesville, Oklahoma, by First National Bank in Bartlesville, Bartlesville, Oklahoma.

The failed bank's two offices will reopen on Friday, July 22, 1988, as branches of First National Bank in Bartlesville and its depositors automatically will become depositors of the assuming bank, subject to approval by the appropriate court.

Union Bank and Trust, with total assets of about \$128.9 million, was closed on Thursday, July 21, 1988, by Wayne H. Osborn, Oklahoma Bank Commissioner, and the FDIC was named receiver.

First National Bank in Bartlesville will assume about \$124.9 million in 18,000 deposit accounts and has agreed to pay the FDIC a purchase premium of \$1.9 million. It also will purchase approximately \$84.5 million of the failed bank's assets, including \$7.1 million of the bank's small loans.

The Board of Directors approved the deposit assumption under its authority to do so whenever it determines that such a transaction will reduce the potential loss to the FDIC.

The FDIC will recover a portion of its outlay through the liquidation of assets not transferred to the assuming bank. In this respect, the FDIC notes that its claim will have priority over the claims of nondepositor creditors and shareholders of the closed bank.

###